

**From:** Scott Ellington <SEllington@HighlandCapital.com>  
**To:** Isaac Leventon <ILeventon@HighlandCapital.com>, JP Sevilla <JSevilla@HighlandCapital.com>  
**Subject:** Fwd: PRIVILEGED FW: Multi Strat Cash Projection  
**Date:** Fri, 1 Dec 2017 18:40:00 -0600  
**Importance:** Normal  
**Attachments:** ATT00001.htm; MultiStrat\_11.30.17\_Pro\_Forma\_Cash.xlsx; ATT00002.htm  
**Inline-Images:** image001.jpg

---

See below and attached and please call me tomorrow on this.

Sent from my iPhone

Begin forwarded message:

**From:** Thomas Surgent <TSurgent@HighlandCapital.com>  
**Date:** December 1, 2017 at 5:52:56 PM CST  
**To:** Scott Ellington <SEllington@HighlandCapital.com>  
**Subject:** PRIVILEGED FW: Multi Strat Cash Projection

Let's discuss

**From:** Taylor Colbert  
**Sent:** Friday, December 01, 2017 5:50 PM  
**To:** Trey Parker <TParker@HighlandCapital.com>  
**Cc:** Thomas Surgent <TSurgent@HighlandCapital.com>; Hunter Covitz <HCovitz@HighlandCapital.com>; Clifford Stoops <CStoops@HighlandCapital.com>; Neil Desai <NDesai@HighlandCapital.com>; Carter Chism <CChism@HighlandCapital.com>; David Willmore <DWillmore@HighlandCapital.com>; Chris Dunn <CDunn@HighlandCapital.com>; Brandon Wurz <BWurz@HighlandCapital.com>  
**Subject:** RE: Multi Strat Cash Projection

Trey,

As discussed, please see the updated file with Sentinel being presented as an affiliated investor.

Please let me know if you would like to see any other changes made.

Thanks,

Taylor

**From:** Taylor Colbert  
**Sent:** Friday, December 1, 2017 3:37 PM  
**To:** Trey Parker <TParker@HighlandCapital.com>  
**Cc:** Hunter Covitz <HCovitz@HighlandCapital.com>; Clifford Stoops <CStoops@HighlandCapital.com>; Neil Desai <NDesai@HighlandCapital.com>; Carter Chism <CChism@HighlandCapital.com>; David

**EXHIBIT**

**Deposition Exhibit 61**

7/21/21

UBSPROD020562

Willmore <[DWillmore@HighlandCapital.com](mailto:DWillmore@HighlandCapital.com)>; Chris Dunn <[CDunn@HighlandCapital.com](mailto:CDunn@HighlandCapital.com)>; Brandon Wurz <[BWurz@HighlandCapital.com](mailto:BWurz@HighlandCapital.com)>

**Subject:** Multi Strat Cash Projection

Hi Trey,

Please see attached for the cash projection and distribution allocation, as requested. There are several estimates in the file that we will continue to sharpen over the next couple of days.

Please let us know if it would be helpful to stop by and walk you through or if you would like it presented differently.

Best,

Taylor Colbert, CFA, CPA | Fund Analyst

---

PRIVILEGE WARNING: The sender or recipient of this message is a member of the legal department at Highland Capital Management. This message and any attachments hereto may constitute attorney work product or be protected by the attorney-client privilege. Do not disclose this message or any attachments hereto without prior consent of a member of the legal department at Highland Capital Management.

---

PRIVILEGE WARNING: The sender or recipient of this message is a member of the legal department at Highland Capital Management. This message and any attachments hereto may constitute attorney work product or be protected by the attorney-client privilege. Do not disclose this message or any attachments hereto without prior consent of a member of the legal department at Highland Capital Management.

**HIGHLAND CAPITAL**  
MANAGEMENT

## Credit Ops Investors by NAV

10/31/2017

215,001,877 Master Fund NAV at 10/31/2017

99,847,836 Highland/Affiliates NAV

46.44% Highland % of Master NAV

13.31% Highland CDO Opportunity Fund, Ltd. % of Master NAV

Master Fund - Highland Credit Opportunities Fund, LP	NAV @ Master	Highland %	Highland NAV	% of Non-Affiliated Master	Estimated Distribution
California Public Employees' Retirement System	47,927,141.29	0%	-	41.62%	32,899,204
HCMLP	22,758,617.76	100%	22,758,618		
Starck, Ltd.	8,838,882.67	100%	8,838,383		
Sentinel Re Holdings, Ltd.	8,155,312.09	100%	8,155,312		
Core Credit Holdings L.P.	6,149,703.27	0%	-	5.34%	4,221,415
Highland Capital Management, LP	501,930.41	100%	501,930		
Highland Credit Opportunities Fund, Ltd. (Offshore Feeder)	120,670,789.11	49%	59,593,593	53.04%	41,925,954
	<b>215,001,876.60</b>		<b>99,847,836</b>	<b>100.00%</b>	<b>79,046,572</b>
					<b>Total Distribution</b>

See breakdown below

Offshore Feeder - Highland Credit Opportunities Fund, Ltd.	NAV @ Offshore	% of Offshore	Highland NAV	% of Non-Affiliated Master	Estimated Distribution
Sentinel (from Highland CDO Fund)	28,586,336.37	23.71%	28,586,336		
The Dugaboy Investment Trust	1,008,932.59	0.84%	1,008,933		
Highland Capital Management, LP 2	5,605,181.18	4.65%	5,605,181		
Highland Capital Management Services, Inc.	20,694,672.02	17.17%	20,694,672		
Quest IRA, Inc. FBO Jennifer G. Terry, IRA #1467511	140,129.51	0.12%	140,130		
Quest, IRA, Inc. FBO Joshua N. Terry, IRA #1467711	280,259.08	0.23%	280,259		
Mark K. Okada	252,233.12	0.21%	252,233		
PAUS LP	58,774,396.29	48.76%	-	51.09%	40,386,179
ETI KAV Ltd.	485,695.20	0.40%	-	0.42%	333,740
Pioneer Group Limited	697,829.81	0.58%	-	0.61%	479,506
Highland	2,965,403.53	2.46%	2,965,404		
Highland Multi-Strategy Credit Fund, Ltd. - Series A Shares - Japanese Unit Trust	1,057,323.73	0.88%	-	0.92%	726,528
	<b>120,548,392.43</b>	<b>100.00%</b>	<b>59,533,147</b>	<b>53.04%</b>	<b>41,925,954</b>

61,015,245.03 Non-Affiliate Offshore NAV

**Multi-Strat Cash Projections**

<b>11/30/2017 Beginning</b>		<b>21,902,710</b>	Per 11.30.17 tab
12/5/2017 Trade Settlements with CLO HoldCo	12,102,395	34,005,105	
12/8/2017 ACIS 2 Paydown	23,850,342	57,855,447	
12/15/2017 Net Turtle Bay Proceeds	6,096,418	63,951,865	
12/15/2017 Life Settlement Redeemers Payment	(865,953)	63,085,912	
12/15/2017 Selling of positions on repo	18,791,220	81,877,133	
12/18/2017 Remainder of Neil positions to be sold	8,956,295	90,833,428	
1/1/2018 LS Premiums & Fund Expenses & Repo Interest	(679,365)	90,154,062	
2/1/2018 LS Premiums & Fund Expenses & Repo Interest	(709,025)	89,445,037	
3/1/2018 LS Premiums & Fund Expenses & Repo Interest	(718,686)	88,726,352	
3/8/2017 ACIS 2 Redeemers Payable	(6,761,765)	81,964,587	
3/15/2018 Claims outstanding	(838,292)	81,126,295	
4/1/2018 LS Premiums & Fund Expenses & Repo Interest	(697,398)	80,428,897	
5/1/2018 LS Premiums & Fund Expenses & Repo Interest	(662,686)	79,766,211	
6/1/2018 LS Premiums & Fund Expenses & Repo Interest	(719,639)	79,046,572	
<b>Estimated Projected Distributable Cash</b>	<b>\$</b>	<b>79,046,572</b>	

## Highland Multi Strategy Credit Fund

Cash Estimate

11/30/2017

Cash on hand	Amount	Fund	Notes
Onshore cash	6,540,373.92	MASTER	
Jeffries cash	12,120,462.04	MASTER	
MVCDO cash	567,062.26	MVCDO	
Offshore cash	4,865.97	OFFSHORE	
Holdco cash	247,200.37	HOLDCO	
HCOF	500,317.82	MASTER	
Hibiscus	11,830.28	MASTER	
Nexbank cash (to transfer to BNY)	1,016,141.28	MASTER	
HCOAL cash	894,456.14	HCOAL	
	<b>21,902,710</b>		Is cash walk table
<b>Unsettled Trades</b>			
Match Group, Inc. (fka The Match Group, Inc.) 5.00% - 12/2027 - 57665RAG1 144A	(1,980,540)	MASTER	Already traded
Weight Watchers International, Inc. Term Loan B	(3,920,000)	MASTER	Already traded
ACIS 2015-6A Float - 05/2027 - E - 004524AA2	7,400,500	MASTER	Already traded
HPCDO 2006-1X Float - 11/2051 - A2 - USG44392AG65	1,338,664	MASTER	Already traded
HPCDO 2006-1A Float - 11/2051 - A2 - 404185AG5	892,442	MASTER	Already traded
Liberty CLO, Ltd. Common	1,031,370	MASTER	Already traded
PAMCO 1997-1A 7.910% - 08/2009 - B - 697638AC8	22,559	MASTER	Already traded
Westchester CLO, Ltd. Class I Preference Shares 144A	4,729,400	MASTER	Already traded
Match Group, Inc. (fka The Match Group, Inc.) 5.00% - 12/2027 - 57665RAG1 144A	1,995,000	MASTER	Already traded
Weight Watchers International, Inc. Term Loan B	197,000	MASTER	Already traded
Weight Watchers International, Inc. Term Loan B	396,000	MASTER	Already traded
<b>Per Neil to be Sold @ 10.31.17 MV (estimated)</b>			
ACIS 2015-6A Float - 05/2027 - E - 004524AA2	5,355,625	MASTER	Proposed to trade
ACIS 2014-4A Float - 05/2026 - E - 00100HAA9	2,387,500	MASTER	Proposed to trade
Rockwall Investors Corp Preferred	1,213,170	MASTER	Proposed to trade
<b>Selling of Positions Currently on Repo</b>			
	18,791,220	MASTER	Proposed to trade
<b>Claims</b>			
KATO	(808,699)	MASTER	Could be claimed at any time
Various ACIS interest items	(118,618)	MASTER	Could be claimed at any time
Rockwall Equity Flows	2,843	MASTER	Could be claimed at any time

	Qty	1/1/2018	2/1/2018	3/1/2018	4/1/2018	5/1/2018	6/1/2018	7/1/2018	8/1/2018	9/1/2018	10/1/2018	11/1/2018	12/1/2018
John Hancock Life Ins. Co. U.S.A.	10,000,000	35,541	35,541	35,541	35,541	35,541	35,541	35,541	35,541	35,541	39,729	35,541	37,599
John Hancock Life Ins. Co. U.S.A.	10,000,000	35,541	35,541	35,541	35,541	35,541	35,541	35,541	35,541	35,541	39,729	35,541	37,599
John Hancock Life Ins. Co. U.S.A.	10,000,000	35,541	35,541	35,541	35,541	35,541	35,541	35,541	35,541	35,541	39,729	35,541	37,599
John Hancock Life Ins. Co. U.S.A.	10,000,000	35,541	35,541	35,541	35,541	35,541	35,541	35,541	35,541	35,541	39,729	35,541	37,599
American General Life Ins Co	5,000,000	16,471	21,935	18,614	18,631	18,631	18,631	18,631	18,631	18,631	18,631	18,631	18,631
AXA Equitable Life Insurance Company	28,071,130	150,928	175,123	162,713	162,713	162,713	162,713	162,713	162,713	162,713	162,713	162,713	162,713
Reliastar Life Insurance Company ING	13,785,000	65,589	65,589	65,589	65,589	35,667	74,016	74,016	74,016	74,016	74,016	74,016	74,016
Massachusetts Mutual Life Ins. Co.	10,000,000	40,841	40,841	40,841	43,572	42,194	42,194	42,194	42,194	42,194	42,194	42,194	42,194
Massachusetts Mutual Life Ins. Co.	10,000,000	40,855	40,855	43,580	42,210	42,210	42,210	42,210	42,210	42,210	42,210	42,210	42,210
PHL Variable Insurance Company	5,000,000	21,699	21,699	21,699	21,699	15,822	24,469	24,469	24,469	24,469	24,469	24,469	24,469
Pruco Life Insurance Company	6,500,000	25,248	25,248	25,248	25,248	25,248	25,248	24,216	24,199	37,139	31,154	31,154	31,154
Pruco Life Insurance Company	10,000,000	13,746	13,746	13,746	13,746	5,132	14,987	14,987	14,987	14,987	14,987	14,987	14,987
Prudential Financial	15,000,000	61,825	61,825	84,491	61,825	72,905	73,006	73,007	73,007	73,007	73,007	73,007	73,007